

**MINUTES OF THE
REGULAR MEETING OF THE
LEE LAKE WATER DISTRICT**

June 23, 2009

PRESENT

C.W. Colladay
J. Deleo
O. Garrett
G. Destache
P. Rodriguez

ABSENT

GUESTS

B. Hosfeld
N. Buck
S. Stout

STAFF

J. Pape
A. Harnden
M. McCullough
K. Caldwell
D. Saunders
C. Trees

1. Roll Call and Call to Order.

The regular meeting of the Lee Lake Water District was called to order by President Colladay at 8:30 a.m.

2. Presentations and Acknowledgments.

a. August 25, 2009 Consolidated UDEL Election.

3. Public Comment.

Bruce Hosfeld and Nancy Buck from the Trilogy Homeowner's Association thanked the Board for their diligence in water conservation efforts. They also notified the Board that they have formed a Water Conservation Committee and are very interested in working with the District to assist in water resource issues.

The Board acknowledged the letter received by Roy Mann announcing his retirement and asked staff to arrange a luncheon on his behalf.

BOARD ITEMS:

4. Minutes of the May 26, 2009 Regular Meeting.

ACTION: Director Rodriguez moved to approve the Minutes as written. Director Destache seconded. Motion carried unanimously.

5. Payment Authorization Report.

ACTION: Director Garrett moved to approve the financial report and to authorize payment of the May 26-June 23, 2009 invoices. Director Deleo seconded. Motion carried unanimously.

6. Revenue & Expenditure Reports (Unaudited).

a. Revenue & Expenditure Report.

ACTION: Note and file.

The Board directed staff to correct pg. 20 item Syc Creek Recycled Water Equipment/Infrastructure from \$3 million to \$3.2 million.

b. Bad Debt Write-off.

ACTION: Director Garrett moved to authorize the write off of \$10,115.33 in delinquent accounts. Director Rodriguez seconded. Motion carried unanimously.

c. Lien update – Note and file.

7. FY 09/10 Budget.

ACTION: President Colladay opened the public hearing at 9:20 am and called for public comment. Hearing none, President Colladay closed the public hearing at 9:21 am. Director Destache moved to approve Resolution No. R-09-05 adopting the budgets with the addition of the word “projected” in front of excess revenue over capital improvement. Director Rodriguez seconded. Motion carried unanimously.

The Board directed the Engineering Committee to develop an conversion plan and specify where funds are to be allocated at their next meeting.

8. Sycamore Creek CFD #1.

a. Project Update – Steve Stout reported that sales have increased with 14 homes sold in the past 5 weeks. The Richmond America home pricing is in the range of \$445K to \$515K. The model homes are selling for \$418K. Steve also reported that the grading of Tract 31908 is on hold until they receive a permit from the County. Indian Truck Trail and DePalma Road improvements are complete and have been turned over to the County.

b. 1748 houses to be built. 1015 houses occupied to date. 58% complete.

9. Sycamore Creek Recycled Water System.

a. Tank site acquisition – Update.

The General Manager reported that three stages of environmental review have been completed.

b. Non-potable Water Supply Wheeling Agreement with EVMWD – Update.

The General Manager reported that he has met twice with EVMWD to discuss deal points.

- c. County of Riverside Connection Agreement. – Update.
The General Manager reported that he met with Aurelio Aguirre and Dave Stahovich to discuss deal points, fees, delivery and timing for MND.
- 10. Empire Capital “The Retreat CFD #3”.**
- a. Project Update – The General Manager reported that he attended the Home Owners Association meeting and discussed the Prop 218 Notice, water commodity rates and recycled water conversion potential.
- b. 517 houses to be built. 424 houses occupied to date. 82% complete.
- 11. KB Home “Canyon Oaks” (Painted Hills No. 2).**
- a. Project Update – None.
- b. 30 houses to be built. 26 houses occupied to date. 87% complete.
- 12. Shea Homes “Trilogy” Project.**
- a. Project Update – The General Manager reported that our inspector is working with Shea staff to get them to complete punch list items.
- b. 1317 houses to be built. 1315 houses occupied to date. 100% complete.
- 13. Ranpac “Toscana” Project.**
- a. Project Update – Sam Yoo reported via email that unfortunately there isn’t anything new to report on the project.
- b. 1443 estimated houses to be built.
- 14. Ridge Properties “Wildrose East Business Park” Project (Jeff Cornett).**
- a. Project Update – The General Manager reported that Ridge is building their final building.
- 15. Mission Clay “Serano Specific Plan” Project (Blair Dahl).**
- a. Project Update – Director Garrett reported that the EIR is out for review.
- 16. Water Utilization Reports. – Note and file.**

The Board directed staff to correct the graph on page 39 and the column heading on page 40.

17. Committee Reports.

- a. Finance (Director Garrett) – None.
- b. Engineering (Director Rodriguez) – The Engineering Committee would like to meet on either July 7th or 14th and requested staff to send out an email to check all participants availability.
- c. Public Relations (Director Deleo) – Director Deleo reported that Waste Management received the support from MAC to operate their trucks 24/7 in an effort to take trucks off the highway during peak traffic hours. She also reported that SCE attended the MAC meeting to discuss the new power line that is proposed to run through Temescal Valley. Director Deleo added that the Press Enterprise had a newspaper article stating that the City of Corona isn't interested in annexing the Temescal Valley. Director Deleo asked for our General Manager to attend the next MAC meeting to discuss water conservation and rates.

18. General Manager's Report.

- a. General Manager's Report – Note and file.
 1. Proposition 218 Notification.
ACTION: Director Destache moved to approve the Proposition 218 notice that staff mailed and to set public hearing date for July 28, 2009. Director Rodriguez seconded. Motion carried unanimously.
 2. Conservation rebates originally funded through Metropolitan Water District's website www.bewaterwise.com
ACTION: This item was tabled until the July 28, 2009 meeting.
 3. Proposal for Bid Plans & Specifications for I-15 Sewer Line
ACTION: Director Rodriguez moved to approve the proposal for Bid Plans & Specifications for I-15 Sewer Line. Director Garrett seconded. Motion carried unanimously.
 4. Temescal Water Co. – Update.
 5. Western/MWD Drought Allocation – Update.
 6. CalTrans permit- Update.
- b. Operations Report – Note and file.

19. District Engineer's Report.

- a. Status of Projects – Note and file.

20. District Counsel’s Report.

Dave Saunders reiterated Roy Mann’s desire to retire and thanked the Board for giving him the opportunity to serve LLWD District on behalf of Clayson, Mann, Yaeger & Hansen Attorney’s at Law. Dave introduced himself to the members of the Board who hadn’t previously met him and gave a brief synopsis of his experience.

21. Seminars/Workshops.

Director Destache stated that he would like the General Manager to consider attending the California Department of Public Health seminar being held in San Diego, CA by the Regional Board.

22. Consideration of Correspondence.

An informational package containing copies of all pertinent correspondence for the Month of May was distributed to each Director along with the Agenda.

23. Adjournment.

There being no further business, the June 23, 2009 Regular Meeting of the Lee Lake Water District Board of Directors was adjourned at 11:07 a.m. by President Colladay.

ATTEST:

APPROVED:

Owen Garrett, Secretary

Charles Colladay, President

Date: _____

Date: _____